File No	160253	Committe Board Iter	e Item No m No.	D. <u>1</u>	
COMMITTEE/BOARD OF SUPERVISORS AGENDA PACKET CONTENTS LIST					
Committee	: <u>Land Use and Transpo</u>	ortation		April 11, 2016	
Board of S	upervisors Meeting		Date _	April 19,2016	
	Ard Motion Resolution Ordinance Legislative Digest Budget and Legislative Youth Commission Re Introduction Form Department/Agency C Memorandum of Under Grant Information For Grant Budget Subcontract Budget Subcontract Budget Contract/Agreement Form 126 - Ethics Cor Award Letter Application Form 700 Vacancy Notice Information Sheet Public Correspondent	eport over Letter a erstanding (M m	nd/or Rej	port	
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Completed by:Andrea AusberryDateApril 7, 2016Completed by:Andrea AusberryDateApril 12, 2016

**BOARD of SUPERVISORS** 



City Hall Dr. Carlton B. Goodlett Place, Room 244 San Francisco 94102-4689 Tel. No. 554-5184 Fax No. 554-5163 TDD/TTY No. 554-5227

# MEMORANDUM

# LAND USE AND TRANSPORTATION COMMITTEE

SAN FRANCISCO BOARD OF SUPERVISORS

- TO: Supervisor Malia Cohen, Chair Land Use and Transportation Committee
- FROM: Andrea Ausberry, Assistant Clerk
- DATE: April 11, 2016
- SUBJECT: **COMMITTEE REPORT, BOARD MEETING** Tuesday, April 12, 2016

The following file should be presented as a **COMMITTEE REPORT** at the Board meeting, Tuesday, April 12, 2016. This item was acted upon at the Committee Meeting on Monday, April 11, 2016, at 1:30 p.m., by the votes indicated.

#### Item No. 24 File No. 160253

Ordinance exempting The Humidor, formerly located at 275 Battery Street, from two prohibitions in the Tobacco Sales Permit Ordinance on the issuance of such a permit for The Humidor's new location at One Embarcadero Center: the prohibitions on issuing the permit in a Supervisorial District with 45 or more such permits, and on issuing the permit to a tobacco shop.

RECOMMENDED AS A COMMITTEE REPORT

- Vote: Supervisor Malia Cohen Aye Supervisor Scott Wiener - Aye Supervisor Aaron Peskin - Aye
- c: Board of Supervisors Angela Calvillo, Clerk of the Board Jon Givner, Deputy City Attorney

#### FILE NO. 160253

# ORDINANCE 0.

[Health Code - Exempting The Humidor from Certain Provisions of the Tobacco Sales Permit Ordinance]

Ordinance exempting The Humidor, formerly located at 275 Battery Street, from two prohibitions in the Tobacco Sales Permit Ordinance on the issuance of such a permit for The Humidor's new location at One Embarcadero Center: the prohibitions on issuing the permit in a Supervisorial District with 45 or more such permits, and on issuing the permit to a tobacco shop.

NOTE: Unchanged Code text and uncodified text are in plain Arial font. Additions to Codes are in <u>single-underline italics Times New Roman font</u>. Deletions to Codes are in <u>strikethrough italics Times New Roman font</u>. Board amendment additions are in <u>double-underlined Arial font</u>. Board amendment deletions are in <u>strikethrough Arial font</u>. Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. General Background and Findings.

(a) The Humidor was founded in Santa Rosa in the mid-1980s as a family business by Baram Bakhshi, Javid Bakhshi, Jamshid Bakhshi, and Habid Bakhshi. The Humidor moved to San Francisco in 1990 and has occupied several different locations in San Francisco. It has been in operation in San Francisco (with no breaks in operation of more than two years) for a 26 years. In 2003, The Humidor moved to One Embarcadero Center, into a space that had previously been operated as a Tobacco Shop. In 2006, The Humidor moved into a new location at 275 Battery Street. It has been at that location from 2006 to 2016. During the entirety of its operations in San Francisco, The Humidor has been a Tobacco Shop operating with a tobacco sales permit.

Supervisor Peskin BOARD OF SUPERVISORS (b) The Humidor has been nominated for inclusion on the Legacy Business Registry as a longstanding, community serving business and a valuable cultural asset of the City.

(c) In late 2015, the building at 275 Battery Street was sold to new owners who have refused to renew The Humidor's lease. The Humidor, after negotiations with a new landlord, is entering into a lease for a space at One Embarcadero Center, which is not the space it occupied there from 2003 to 2006.

(d) Section 19H.5 of the Health Code caps the number of establishments with tobacco sales permits in every supervisorial district at 45. Further, Section 19H.4(f)(5) of the Health Code states that no new tobacco sales permit shall be issued in any supervisorial district that has 45 or more establishments with tobacco sales permits. The supervisorial district in which The Humidor intends to be located, at One Embarcadero Center, is the same supervisorial district where The Humidor has been located, at 275 Battery Street, and the district has 45 or more establishments with tobacco sales permits.

(e) Section 19H.4(f)(7) of the Health Code states that no new permits shall be issued for the operation of a Tobacco Shop. The Humidor is a Tobacco Shop.

(f) Based on the facts as stated in this Section 1, reasonable grounds support granting The Humidor an exception to Sections 19H.4(f)(5) and 19H.4(f)(7) of the Health Code, and Section 19H.5 to the extent that that section reiterates the ban on issuance of more than 45 tobacco sales permits in a supervisorial district. The Humidor is a longstanding holder of a tobacco sales permit. Its new location, at One Embarcadero Street, is less than 300 feet away from its previous location at 275 Battery Street, and is in the same supervisorial district. Issuing a tobacco sales permit to The Humidor at its new location will not change the number of such permits in that supervisorial district that existed when The Humidor had its tobacco sales permit at its previous location on Battery Street. Further, the space occupied by The Humidor at 275 Battery Street is approximately 970 square feet, while the space that

Supervisor Peskin BOARD OF SUPERVISORS

Humidor plans to occupy at One Embarcadero Center is approximately 730 square feet. Accordingly, The Humidor will be devoting fewer square feet to tobacco product sales at One Embarcadero Center than at its previous location at 275 Battery Street.

Section 2. Exemption of The Humidor From Certain Requirements of Health Code Sections 19H.4 and 19H.5.

For the reasons stated in Section 1 of this ordinance, The Humidor, under its current ownership, is hereby exempted from the requirements of Sections 19H.4(f)(5) and 19H.4(f)(7) of the Health Code, and Section 19H.5 to the extent that that section reiterates the ban on issuance of more than 45 tobacco sales permits in a supervisorial district. In providing for this exemption, it is intended that the aforementioned provisions not serve as a barrier to The Humidor's obtaining a tobacco sales permit at its new location at One Embarcadero Center. This ordinance is intended to apply solely to that location.

Section 3. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

By: ALEETA M. VAN RUNKLE Deputy City Attorney

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Supervisor Peskin BOARD OF SUPERVISORS FILE NO. 160253

#### LEGISLATIVE DIGEST

[Health Code - Exempting The Humidor from Certain Provisions of the Tobacco Sales Permit Ordinance]

Ordinance exempting The Humidor, formerly located at 275 Battery Street, from two prohibitions in the Tobacco Sales Permit Ordinance on the issuance of such a permit for The Humidor's new location at One Embarcadero Center: the prohibitions on issuing the permit in a Supervisorial District with 45 or more such permits, and on issuing the permit to a tobacco shop.

#### Existing Law

Section 19H.5 of the Health Code caps the number of establishments with tobacco sales permits in every supervisorial district at 45. Further, Section 19H.4(f)(5) of the Health Code states that no new tobacco sales permit shall be issued in any supervisorial district that has 45 or more establishments with tobacco sales permits.

Section 19H.4(f)(7) of the Health Code states that no new permits shall be issued for the operation of a Tobacco Shop.

#### Amendments to Current Law

This proposed ordinance will allow an exception to the requirements in Sections 19H.4 and 19H.5 for The Humidor. The Humidor is a longstanding holder of a tobacco sales permit. Its new location, at One Embarcadero Street, is less than 300 feet away from its previous location at 275 Battery Street, and is in the same supervisorial district. Issuing a tobacco sales permit to The Humidor at its new location will not change the number of such permits in that supervisorial district that existed when The Humidor held a tobacco sales permit at its previous location on Battery Street. Further, the space occupied by The Humidor at 275 Battery St. is approximately 970 square feet, while the space that The Humidor plans to occupy at One Embarcadero Center is approximately 730 square feet. Accordingly, The Humidor will be devoting fewer square feet to tobacco product sales at One Embarcadero Center than at its previous location at 275 Battery Street.

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Supervisor Peskin BOARD OF SUPERVISORS

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San Francisco Department of Public Health Barbara A. Garcia, MPA

Director of Health

City and County of San Francisco Edwin M. Lee Mayor

April 8, 2016

Supervisor Peskin City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco, CA 94102

SUBJECT: Health Code - Exempting The Humidor from Certain Provisions of the Tobacco Sales Permit Ordinance

Dear Supervisor Peskin:

The San Francisco Department of Public Health (SFDPH) is writing in regard to File No. 160253 which would exempt the Humidor from provisions in the Tobacco Sales Permit Ordinance. SFDPH is aware that the Humidor Tobacco Shop was unable to renew its lease after 10 years of business at 275 Battery Street in Supervisorial District 3 and is seeking a new tobacco sales permit at One Embarcadero Center. We understand the predicament that this creates for the owners of this family business. However, the Tobacco Sales Permit Ordinance (File No. 141098) which was passed by the Board of Supervisors in December of 2014, aims to reduce the density of tobacco providers through attrition in order to counteract the disproportionate distribution of tobacco permits among supervisorial districts.

Though the Humidor was a longstanding holder of a tobacco sales permit, the intent of the Tobacco Sales Permit Ordinance is to decrease opportunities for tobacco sales in San Francisco, and reduce disproportionate exposure to tobacco outlets that exist among supervisorial districts. Supervisorial District 3 is contains the greatest number of stores selling tobacco compared to other districts (167 stores), contains 18% of all tobacco retailers in San Francisco, and has one of the lowest median household incomes. Research shows that communities in lower socio-economic areas with a higher concentration of stores have significantly higher rates of smoking. Similarly, communities with a higher concentration of stores that sell tobacco also have a higher youth smoking rate.

Tobacco is the leading cause of preventable death in the United States. Areas with high smoking prevalence also have greater exposure to secondhand smoke for non-smokers which can exacerbate a wide range of health effects. For these reasons, the Department of Public Health opposes an exception to the law that was intended to support the health of San Francisco's youth and residents.

Sincerely,

Colleen Chawla

The mission of the San Francisco Department of Public Health is to protect and promote the health of all San Franciscans. We shall ~ Assess and research the health of the community ~ Develop and enforce health policy ~ Prevent disease and injury ~ ~ Educate the public and train health care providers ~ Provide quality, comprehensive, culturally-proficient health services ~ Ensure equal access to all

barbara.garcia@sfdph.org ♦ (415) 554-2526 ♦ 101 Grove Street, Room 308, San Francisco, CA 94102

#### **BOARD of SUPERVISORS**



City Hall 1 Dr. Carlton B. Goodlett Place, Rm 244 San Francisco 94102-4689 Tel. No. 554-5184 Fax No. 554-5163 TDD/TTY No. 554-5227

# MEMORANDUM

TO:

Barbara Garcia, Director, Department of Public Health John Rahaim, Director, Planning Department Jose Cisneros, Treasurer, Office of the Treasurer and Tax Collector Regina Dick-Endrizzi, Director, Office of Small Business

FROM: Erica Major, Assistant Committee Clerk, Public Safety and Neighborhood Services Committee

DATE: March 21, 2016

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Public Safety and Neighborhood Services Committee has received the following proposed legislation, introduced by Supervisor Peskin on March 15, 2016:

File No. 160253

Ordinance exempting The Humidor, formerly located at 275 Battery Street, from two prohibitions in the Tobacco Sales Permit Ordinance on the issuance of such a permit for The Humidor's new location at One Embarcadero Center: the prohibitions on issuing the permit in a Supervisorial District with 45 or more such permits, and on issuing the permit to a tobacco shop.

If you have any comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

cc: Greg Wagner, Department of Public Health Colleen Chawla; Department of Public Health Scott Sanchez, Planning Department Sarah Jones, Planning Department AnMarie Rodgers, Planning Department Aaron Starr, Planning Department Joy Navarrete, Planning Department Jeanie Poling, Planning Department Amanda Kahn Fried, Office of the Treasurer and Tax Collector

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City and County of San Francisco

# Ltg Dep

MALIA COHEN 馬莉亞郭嫻

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DATE:	April 5, 2016	5	1.1 ·	с. С.
TO:	Angela Calvillo Clerk of the Board of Supervisors	SHR	16 H R -	
FROM:	Supervisor Malia Cohen		e ₽	
RE:	Land Use and Transportation Committee COMMITTEE REPORT			
		,	C.L.	•

Pursuant to Board Rule 4.20, as Chair of the Land Use and Transportation Committee, I have deemed the following matter is of an urgent nature and request it be considered by the full Board on April 12 2016, as a Committee Report:

# 160253 Health Code - Exempting The Humidor from Certain Provisions of the Tobacco Sales Permit Ordinance

Ordinance exempting The Humidor, formerly located at 275 Battery Street, from two prohibitions in the Tobacco Sales Permit Ordinance on the issuance of such a permit for The Humidor's new location at One Embarcadero Center: the prohibitions on issuing the permit in a Supervisorial District with 45 or more such permits, and on issuing the permit to a tobacco shop.

This matter will be heard in the Land Use and Transportation Committee Regular Meeting on April 11, 2016, at 1:30 p.m.

Sincerely,

Malia Cohen Member, Board of Supervisors

Member, Board of Supervisors

District 10

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President, District 5 BOARD of SUPERVISORS BOS-11, COB, PSNS LN, Leg Dep City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 Mayor San Francisco 94102-4689 Tel. No. 554-7630 Fax No. 554-7634 TDD/TTY No. 544-5227

London Breed

### PRESIDENTIAL ACTION

Date:	April 4, 2016				
To:	Angela Calvillo, Clerk of the Boar	d of Supervisors			
Madam Cle	•				
Pursuant to	Board Rules, I am hereby:				
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File	No. <u>160253</u>	Peskin (Primary Sponsor)	í 		÷
Title	Ordinance exempting The Hut		l at 275 B	attera	
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Fro	m: Public Safety & Neighborhood	Services	_Commit	tee	
To:	Land Use & Transportation		_Commit	tee	
🗆 Assign	ing Temporary Committee Appoir	atment (Board Rule No. 3.1)	2		
Sup	ervisor				
Rep	lacing Supervisor	<u></u>			
For	(Date)	(Committee)		Meeti	ng .
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London Breed, President 285 goard of Supervisors

# AND COUNTY OF SALES

President, District 5 BOARD of SUPERVISORS 3/21/2014 Q4:59pm QN BIS-11, COB City Hall Legole, Dip Ortp. 1 Dr. Carlton B. Goodlett Place, Room 244 PSNS San Francisco 94102-4689 Mayor 15 Tel. No. 554-7630 Office Fax No. 554-7634 Office TDD/ITY No. 544-5227

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# PRESIDENTIAL ACTION

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Date:	March 21, 2016	
To:	Angela Calvillo, Clerk of the Board of	Supervisors
Madam (	lerk,	
Pursuant	to Board Rules, I am hereby:	
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		(Primary Sponsor) '
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	Lon	don Breed, President
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Print	Form	
	Introduction Form By a Member of the Board of Supervisors or the Mayor	
* 1		Time stamp
	eby submit the following item for introduction (select only one):	or meeting date
$\boxtimes$	1. For reference to Committee. (An Ordinance, Resolution, Motion, or Charter Amendment	nt)
	2. Request for next printed agenda Without Reference to Committee.	
	3. Request for hearing on a subject matter at Committee.	
	4. Request for letter beginning "Supervisor	] inquires"
. 🗆	5. City Attorney request.	
	6. Call File No. from Committee.	<b>.</b>
	7. Budget Analyst request (attach written motion).	
	8. Substitute Legislation File No.	
	9. Reactivate File No.	
	10. Question(s) submitted for Mayoral Appearance before the BOS on	
Pleas	se check the appropriate boxes. The proposed legislation should be forwarded to the followi	0
	□ Small Business Commission □ Youth Commission □ Ethics Comm	
Note:	Planning Commission Building Inspection Commissio For the Imperative Agenda (a resolution not on the printed agenda), use a Imperative	
Spons		,
Super	rvisor Aaron Peskin	
Subje	ect:	
	nance exempting The Humidor, formerly located at 275 Battery St., from two prohibitions in it Ordinance on the issuance of such a permit at The Humidor's new location at One Embarc	1
The t	ext is listed below or attached:	
Attac	hed. n 11	
lannan an a	Signature of Sponsoring Supervisor:	
For (	Clerk's Use Only:	

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